|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| No | accounts | Class of account | Increase | Decrease | Normal balance | Financial statement |
| 1 | Cost of goods | expense | debit | credit | debit | Income statement |
| 2 | Sales return | Contra revenue | debit | credit | debit | Income statement |
| 3 | Sales discount | Contra revenue | debit | credit | debit | Balance sheet |
| 4 | inventory | asset | debit | credit | debit | Income statement |
| 5 | Tax payable | liability | credit | debit | credit | Balance sheet |
| 6 | Freight out | expense | debit | credit | debit | Income statement |